

DUKE ENERGY CAROLINAS, LLC
UNCONSOLIDATED BALANCE SHEET
AT DECEMBER 31, 2008
(Dollars in Thousands)

Line No.		Amount
	ASSETS	
	CURRENT ASSETS	
1	Cash	\$ 324,509
2	Short-term investments	72,143
3	Receivables	1,125,883
4	Less allowances for losses.	(7,076)
5	Receivables, net.	1,118,806
6	Inventory - at average cost	654,486
7	Current maturity of deferred debits	15,184
8	Prepayments and other	98,434
9	Total current assets	<u>2,283,562</u>
	INVESTMENTS AND OTHER ASSETS	
10	Investments in and advances to (from) subsidiaries and affiliates.	(6,087)
11	Other investments, at cost or less	28,354
12	Nuclear decommissioning trust funds	1,435,998
13	Total investments and other assets	<u>1,458,265</u>
	PROPERTY, PLANT AND EQUIPMENT	
	Electric plant in service (at original cost)	
14	Production	11,199,212
15	Transmission	2,232,363
16	Distribution	7,923,076
17	Other	2,592,443
18	Total electric plant in service	23,947,094
19	Accumulated depreciation and amortization	(10,853,480)
20	Electric plant in service, net	<u>13,093,614</u>
21	Nuclear fuel	816,882
22	Accumulated amortization of nuclear fuel.	(483,779)
23	Nuclear fuel, net	<u>333,103</u>
24	Construction work in progress	2,374,145
25	Nuclear Fuel in process.	149,522
26	Total construction work in progress	<u>2,523,667</u>
27	Total electric plant, net	<u>15,950,384</u>
28	Other property - at cost	114,907
29	Accumulated depreciation	(12,491)
30	Total other property, net	<u>102,416</u>
31	Total property, plant and equipment, net	<u>16,052,800</u>
	DEFERRED DEBITS	
	Debt expense, primarily refinancing costs, being amortized	
32	over the terms of related debt	186,192
33	Regulatory asset related to income taxes	455,541
34	Injuries & Damages Insurance Receivable.	982,320
35	Other	1,143,206
36	Total deferred debits	<u>2,767,259</u>
37	TOTAL ASSETS	<u><u>\$ 22,561,886</u></u>

DUKE ENERGY CAROLINAS, LLC
UNCONSOLIDATED BALANCE SHEET
AT DECEMBER 31, 2008
(Dollars in Thousands)

<u>Line No.</u>		<u>Amount</u>
	LIABILITIES AND MEMBER'S EQUITY	
	CURRENT LIABILITIES	
1	Accounts payable	\$ 506,211
2	Taxes accrued	120,500
3	Interest accrued	111,064
4	Current maturities of long-term debt and preferred stock	209,955
5	Other	421,857
6	Total current liabilities	<u>1,369,587</u>
7	LONG-TERM DEBT	<u>7,068,802</u>
8	DEFERRED INCOME TAXES	<u>2,507,058</u>
	DEFERRED CREDITS AND OTHER LIABILITIES	
9	Investment tax credit	118,347
10	Nuclear decommissioning costs externally funded	241,591
11	Asset retirement obligations	2,508,545
12	Other	1,431,879
13	Total deferred credits and other liabilities	<u>4,300,362</u>
	MEMBER'S EQUITY	
14	Member's equity	7,348,698
15	Accumulated other comprehensive loss	(32,621)
16	Total member's equity	<u>7,316,077</u>
17	TOTAL LIABILITIES AND MEMBER'S EQUITY	<u>\$ 22,561,886</u>

DUKE ENERGY CAROLINAS, LLC
UNCONSOLIDATED INCOME STATEMENT
FOR THE TWELVE MONTHS ENDING DECEMBER 2008
(Dollars in Thousands)

<u>Line No.</u>		<u>Amount</u>
1	Electric Revenues	<u>\$ 5,881,779</u>
	Electric Expenses	
	Operation	
2	Fuel Used in Electric Generation	1,631,219
3	Purchased Power	254,272
4	Other Operation	1,045,670
5	Maintenance	573,728
6	Depreciation & Amortization	722,968
	Taxes	
7	General	313,617
8	Federal Income	3,202
9	State Income	20,817
10	Provision for Deferred Income	363,394
11	Amortization of Investment Tax Credit	<u>(8,086)</u>
12	Total Electric Expenses	<u>4,920,801</u>
13	Electric Operating Income	<u>960,978</u>
	Other Income	
14	Allowance for Other Funds During Construction	94,846
15	Earnings (loss) of Subsidiaries	(233)
16	Depreciation & Amortization	15,846
17	Other Income Deductions	(49,490)
18	Income Taxes-Non-Utility	22,200
19	Provision for Deferred Income Taxes (Non-Utility)	(15,459)
20	Other-Net	<u>(7,560)</u>
21	Total Other Income, Net	<u>60,150</u>
22	Gross Income	<u>1,021,128</u>
	Interest Deductions	
23	Interest on Long-Term Debt	349,713
24	Allowance for Borrowed Funds During Construction	(45,579)
25	Other Interest	10,477
26	Amortization of Debt Discount & Expense	<u>16,584</u>
27	Total Interest Deductions	<u>331,195</u>
28	Net Income	<u><u>\$ 689,935</u></u>

Note: Detail amounts may not add to totals shown due to rounding.

DUKE ENERGY CAROLINAS, LLC
UNCONSOLIDATED STATEMENT OF CAPITALIZATION
AT DECEMBER 31, 2008
(Dollars in Thousands)

Line No.		Amount	Percent of Total
MEMBER'S EQUITY			
1	Member's equity	\$ 7,348,698	
2	Accumulated other comprehensive loss	(32,621)	
3	Total member's equity	7,316,077	50.9
LONG-TERM DEBT			
		Rate	Year Due
4	First and refunding mortgage bonds	4.50%	2010
5		5.75%	2013
6		5.30%	2015
7		5.25%	2018
8		5.10%	2018
9		7.00%	2018
10		6.00%	2038
11		6.05%	2038
12		8.95%	2027
13	Pollution-control series, 1990	1.70%	2014
14	Pollution-control series, 1993	1.27%	2017
15	Pollution-control series, 1999	1.95%	2012
16		4.05%	2017
17		1.95%	2017
18	Pollution-control series, 2006	1.45%	2031
19		2.10%	2031
20	Pollution-control series, 2008	1.00%	2040
21		1.12%	2040
22	Total mortgage and pollution control bonds	3,835,472	
23	Senior Debt	5.375%	2009
24		7.375%	2010
25		5.625%	2012
26		6.25%	2012
27		6.10%	2037
28		6.00%	2028
29		6.45%	2032
30		6.90%	2016
31		7.45%	2012
32		9.21%	2011
33	Total senior debt	2,826,800	
34	Other long-term debt instruments	628,496	
35	Unamortized debt discount and premium, net	(12,010)	
36	Current maturities of long-term debt	(209,955)	
37	Total unconsolidated long-term debt	7,068,802	49.1
38	TOTAL CAPITALIZATION	\$ 14,384,879	100.0

Note:

Detail amounts may not add to totals shown due to rounding.